

CORRECTED FISCAL NOTE

SB 518 - HB 1757

March 19, 2007

SUMMARY OF BILL: Authorizes Shelby County to elect, by county resolution, to have its administrative and legislative officials subject to the gift prohibitions of the ethics law administered and enforced by the Tennessee Ethics Commission. If Shelby County passes such a resolution, the county must periodically reimburse the Ethics Commission for its increased costs from oversight and regulation of these county officials and employees.

ESTIMATED FISCAL IMPACT:

On February 19, 2007, we issued a fiscal note indicating an increase in state expenditures of \$58,500; an increase in state revenues of \$58,500; and an increase in local government expenditures of \$58,500/permissive.

(CORRECTED)

Increase State Expenditures - \$50,300

Increase State Revenues - \$50,300

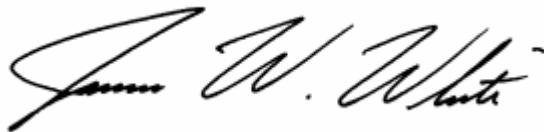
Increase Local Govt. Expenditures - \$50,300/Permissive

Assumptions:

- If Shelby County adopts such a resolution, an estimated 6,600 Shelby County officials and employees would be subject to the gift provisions of the ethics law.
- The Ethics Commission staff would travel to Shelby County on a regular basis to administer the ethics law and provide ethics training.
- Costs to the Ethics Commission that would be reimbursed by Shelby County include: an attorney and support staff (half-time) \$40,000; supplies \$1,000; equipment \$7,000; and travel costs \$2,250.
- Any additional cost to the Attorney General due to an increased workload as the commission's legal advisor and investigatory arm is estimated to be not significant and can be handled within the existing budget.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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